C/007/033 Incoming cc. Amanda Pete &



U.S. DEPT. OF THE INTERIOR OFFICE OF SURFACE MINING

Mine Site Evaluation State Program



1. Permittee/Person	9. Permit Number 10. Permit Type			
INTERMOUNTAIN POWER AGENCY	UT-007-033 PP			
2. Address	11. Field Visit Date 12. Purpose 13. SRA Present			
3266 SOUTH 125 WEST	1/23/2013 OC Y			
	mn-64-yyyy			
3. City 4. State	14. Permit Status 15. Site Status 16. Facility Type			
PRICE UT	A AP CFG			
	Landach Landac			
5. Zip Code 6. Phone Number (435) 636-0818	17. OSM Office # 18. CCID # 19. Land Code			
7. Operator Name, if Different than Permittee	20. M.S.H.A. ID # 21. State Abbrev. 22. County/Burrough			
AMERICA WEST RESOURCES, INC.	42-01864 UT CARBON			
8. Mine Name	23. AVS Permittee Entity ID Number 24. State Office			
WILDCAT LOADOUT	123355			
25. Hours 26. Signature Block	27. Reviewing Official;			
	Han Bohm			
4.0 a. Permit Review Signature:	Signature:			
4.0 D. Site visit Time				
7.0 c. Travel Time Christy Hulsman				
4.0 d. Report Writing	man - 50 - jjjj			
Date: 2/28/2013	Is Supplemental MSE Page Used Y/N Y			
Permit Type - Item 10 IP = Interim Program PP = Permanent Program NP = No	Permit			
Purpose Type Codes - Item 12 OxxOversight RFxReclamation Fees	CCRCitizen Complaint Referral (non-site visit			
AxxAssistance FxxFederal Actions	CCCitizen Complaint (initial site visit) CCFAssistance			
Joint Inspection - Item 13. A joint Inspection is when a state inspector accompanies an				
	oned: All surface and underground coal mining activities have ceased and operator t the site without completing reclamation as defined in 30 CFR 840:11(g).			
disturbed. AB1 Bond F	orfeiture: Bond forfeiture officially in process or completed and reclamation in			
Temporary Cessation of Operations. (Interim Program Permit): AB2 Partially	ss or not yet commenced. y Reclaimed Forfeiture: Forfeited site where all bonds have been used to reclaim site,			
Coal mining completed and reclamation activities initiated. but site	not recipimed to Program standards. med Forfeiture: Forfeited site that has been reclaimed to Program standards.			
	plicable: When site is unpermitted,			
Site Status - Item 15 MC Mining Complete: No min	ning activity on site, site NS Non-Site Visit: Status of site not determined.			
ND No Disturbanco: No coal mining and reclamation regraded and awaiting bo	and release. Forfeiture Pending: The RA is pursuing actions to			
operations have been started. EX Coal Exploration: Coal exploration operations have TC Temporary Cessation: Tr cessation of mining pursu	ant to 30 CFR and/or reclamation of forfeited site is in progress.			
started and where coal mining operations have not begun. 816/817:13(b). P1 Phase I Release: At least	FR Forfeiled and Reclaimed: Forfeiture reclamation			
AP Active Coal Producing: Coal surface mining granted for entire permitte	ed area. For interim FO Abandoned Site: Abandoned site that is permitted but			
activities are occurring. AN Active Non-Producing: Active non-producing facility P2 Phase II Release: At lease.	ase. there is no bond, st Phase II bond release WC Wildcat: Coal mining and reclamation operations have			
such as tipple or preparation plant. for the entire permitted an	rea. or are taking place and the activity is not covered by			
NM No Mining: The Permit Status is active, site is not in P3 Phase III Release: Reclamation completed and Temporary Cossation, no surface coal mining the RA has released all bond.				
activity, and site not regraded.				
Facility Type Codes - Hem 16 D. Aprillage (Hankerd Company and/or Polls H.)	S. J. W. S. W. W. Common S. Common Co			
Facility Type Codes - Item 16 DAncillary (Haulroad, Conveyor, and/or Rails ASurface DRefuse and/or Impoundment HExploration Permits HExploration Permits LRemining site permitted under 30 CFR 785.25				
BUnderground FLoading Facility and/or TIpple J,Exempt 16 and 2/3 CPreparation Plant GStockpiles				
Small Business Regulatory Enforce	Samuelt Falsage Act (CDDECA)			
Your Commonts:	are Important			
The Small Business and Agriculture Regulatory Enforcement Ombudsman and 10 Regional Fairness E enforcement actions. The Ombudsman with annually evaluate the enforcement activities and rate each	agency's responsiveness to small business. If you are a small business to business with 500 or			
fewer employees including those of affiliates) and wish to comment on the enforcement or compliance	activities of OSM, call 1-888-REG-FAIR (1-888-734-3247),			

U.S. DEPT. OF THE INTERIOR OFFICE OF SURFACE MINING Mine Site Evaluation

Permittee/ Person	INTERMOUNTAIN POWER AGENCY	Permit Number UT-007-033	Field Visit Date 1/23/2013	State Program Continuation Page

A. Administrative	8						
A. Administrative 1. 1 Mining within Valid Permit 2. 1 Contemporareous Reclamation 3. 1 Terms & Conditions of Permit 4. 1 Liability Insurance 4. 4 Highwell Elimination 5. 1 Ownership and Control 5. 3 Steep Stope (includes downslope) 6. 3 Temporary Cessation 6. 3 Temporary Cessation 6. 3 Temporary Cessation 6. 3 Handling of Acid and Toxic Materials 8. AML Rec. Fees - Non-Respondent 8. AML Rec. Fees - Failure to Pay 8. AML Rec. Fees - Failure to Pay 8. Hydrologic Balance 1. 1 Placement 2. 1 Drainage Control 2. 1 Drainage Control 2. 1 Drainage Control 3. 1 Surface Stabilization 4. 1 Liability Insurance 4. 1 Discharge Structures 5. 1 Oyersing 6. 1 Effluent Limits 7. 1 Structures 6. 1 Effluent Limits 7. 1 Drainage Control 8. 1 Drainage Control 9. 3 Drainage - Acid-Toxic Materials 1. 1 Drainage Control 9. 3 Drainage - Acid-Toxic Materials 1. 1 Drainage Control 9. 3 Drainage - Acid-Toxic Materials 1. 1 Drainage Control 9. 3 Drainage - Acid-Toxic Materials 1. 1 Drainage Control 9. 3 Drainage - Acid-Toxic Materials 1. 1 Drainage Control 9. 3 Drainage - Acid-Toxic Materials 1. 1 Drainage Control 1. 1 Drainage Control 9. 3 Drainage - Acid-Toxic Materials 1. 1 Drainage Control 1. 1 Drainage Control 9. 3 Drainage - Acid-Toxic Materials 1. 1 Drainage Control 2. 1 Substitutes 4. 1 Linspections & Certifications 6. 1 Effluent Limits 7. 1 Ground Water Monitoring 9. 3 Drainage - Acid-Toxic Materials 1. 1 Drainage Control 1. 1 Structures 9. 3 Drainage - Acid-Toxic Materials 1. 1 Drainage Control 1. 2 Substitute Materials 1. 3 Blater Certifications Careary Control 1. 4 Vegetative Cover 1. 4 Toxic Materials 1. 5 Drainage Control 1. 1 Drainage Control 2. 1 Substitute Materials 3. 1 Suffice Substitutes 1. 2 Substitute Materials 3. 1 Suffice Substitutes 1. 2 Drainage Control 2. 3 Distance Prolibitions 3. 1 Suffice Substitutes 1. 4 Drainage Control 2. 5	28. Performance Standard Categories						
1.	Codes:1=Compliance, 2=Noncompliance, 3=Not Planned, 4=Not Started, 5=Noncompliance Identified Elsewhere, 6=Previously Cited, 7=Permit Defect						
C. Topsoil & Subsoil	1	1. 3 Expos 2. 1 Conte 3. 4 Appro 4. 4 Hight 5. 3 Steep 6. 3 Hand 7. 1 Stabil E. Excess Spoil Di 1. 1 Place 2. 1 Drair 3. 1 Surfa 4. 1 Inspe F. Coal Mine War (Refuse Piles/I 1. 1 Drair 2. 1 Surfa 3. 1 Surfa 4. 1 Inspe 4. 1 Inspe 6. 2 I Surfa 7. 2 I Surfa 7. 3 I Place 7. 4 Inspe 7. Coal Mine War 1. 1 Drair 2. 1 Surfa 3. 1 Place 4. 1 Inspe	sed Openings emporaneous Reclamation oximate Original Contour wall Elimination Slopes (includes downslope) liing of Acid and Toxic Materials lization (rills and gullies) sposal ement hage Control ace Stabilization ections & Certifications ste mpoundments) hage Control ace Stabilization ement ections & Certifications certifications certifications certifications certifications certifications certifications	I. Roads 1. 1 Road Construction 2. 1 Certification 3. 1 Drainage 4. 1 Surfacing and Maintenance 5. 4 Reclamation J. Signs & Markers 1. 1 Signs 2. 1 Markers K. 1 Distance Prohibitions L. Revegetation 1. 4 Vegetative Cover 2. 4 Timing M. 1 Postmining Land Use N. Other General			
A. Administrative	C. Topsoil & Subsoil 1. 1 Removal 2. 1 Substitute Materials 3. 1 Storage and Protection	G. Use of Explosi 1. 3 Blas 2. 3 Dista 3. 3 Blas 4. 3 Warn	ives ter Certification ance Prohibitions t Survey/Schedule nings & Records	Category			
6. Handling of Acid & Toxic Materials 162(c)	30 CFR Counterparts A. Administrative 1. Valid Pennit 2. Mining within Bonded Area 3. Terms & Conditions of Pennit 4. Liability Insurance 5. Ownership and Control 6. Temporary Cessation 7. AML Rec. Fees – Non-Respondent 8. AML Rec. Fees – Non-Respondent 8. AML Rec. Fees – Failure to Pay B. Hydrologic Balance 1. Drainage Control 2. Inspections & Centifications 3. Siltation Structures 4. Discharge Structures 5. Diversions 6. Effluent Limits 7. Ground Water Monitoring 8. Surface Water Monitoring 9. Drainage—Acid - Texic Materials 10. Impoundments 11. Stream Buffer Zones	773.11 773.11 773.11 773.17 800.60 90.60 778.13 2.11(e) & 816/817.131 870.15(b) 870.15(a) (816/817.41-57) 45 49(a)(10) 46 47 43 42 41(e) 41(f) 49 57	1. Placement. 2. Drainage Control. 3. Surface Stabilization. 4. Inspections & Certific. F. Coal Mine Waste 1. Drainage Control. 2. Surface Stabilization. 3. Placement. 4. Inspections and Certific. 5. Impounding Structure. G. Use of Explosives. 1. Blaster Certification. 2. Distance Prohibitions. 3. Blast Survey/Scheduk. 4. Warnings & Records. 5. Control of Adverse Et. H. Subsidence Control. I. Roads. 1. Roads. 2. Certification. 3. Drainage. 4. Surfacing and Mainte. 5. Reckumstion. J. Signs & Markers. 1. Signs & Markers. 2. Matkers. 2. Distance Punktiks.	-71(e) -71(f) -71(f) -71(g) -7			
1 The Education City and mallion (1976)	3. Approximate Original Contour 4. Highwall Elimination 5. Steep Slopes (includes downslope) 6. Handling of Acid & Toxic Materials	102(a)(1) 	2. Timing N. Postmining Lane	113 d Use ———————————————————————————————————			

1) Deferred to State Action
2) TDN Issued
3) NOV Issued
4) FTA-CO Issued
5) IR-CO Issued (Imminent Danger to Public)
7) Previously cited by RA, abatement pending
8) Absted during or before CSM inspection
9) FTA-CO Issued
6) FIGHE-CO Issued
7) Cff-site impact with no violation

Off-Site Impacts

For each type of impact and resource affected, enter

"N, D, or J" to describe the degree of of-site impact:

N - Minor Occurrence

D - Moderate Occurrence

J - Major Occurrence

Page 2 of 2

Revised October 1, 2010

Mine Site Evaluation

Mine Name: Wildcat Loadout
Operator: America West Resources
Permittee: Intermountain Power Agency

Permit Number: UT-007-033

Permit Status: Active, coal producing

Total Acres Permitted: 100.00 Total Acres Disturbed: 78.45 Inspection Date: January 23, 2013

Inspection Type: OSM oversight, Complete Weather Conditions: Partly cloudy, 30's OSM Inspector: Christy Hulsman (#532)

Participants:

Amanda Daniels, DOGM, Lead Inspector
Pete Hess, DOGM, Former Lead Inspector
Lauren Mitchell, OSM Inspector Trainee

Scott Dimick, Site Manager, American West Resources

Inspection Narrative

A. Administrative

The Wildcat Loadout is an active operation located near Price, UT. It is operated by America West Resources, Inc. and permitted by Intermountain Power Agency. It has been in operation since April, 1985. A records review was conducted at the DOGM office with Amanda, Pete, and Lauren and myself; Scott Dimick met us on site. A secondary records review was conducted at the mine office where Kit Pappas (Environmental Manager, American West Resources) was preset. The following documents were on file and current: Certificate of Self Bonding, Annual Impoundment Certifications, UPDES permit, Air Quality permit, Discharge Monitoring Report and the current permit face page (expiring May 2014).

B. Hydrologic Balance

Sediment ponds A, B, C, D, E, and F, as well as the upper and lower impoundment cells were inspected. Inlet structures were in good repair with no evidence of damage from snow or ice; monitoring and maintenance, if necessary, must continue through the winter months.

The embankments and spillways on all of the ponds appeared to be in good repair with adequate vegetative cover on the embankments. Pond B will be cleaned out in the spring; sediment levels are still below the maximum allowable amount and there is adequate water storage capacity.

C. Topsoil

Topsoil piles A, B and F, and subsoil pile E were inspected and all storage piles were marked with visible and appropriate signage. The piles show no signs of instability and the vegetative cover is adequate based on the climate and is in line with surrounding undisturbed areas.



Figure 1 – Sediment pond C; primary discharge riser pipe in the foreground

America West Resources Wildcat Loadout, UT-007-033 OSM Complete Inspection

D. Backfilling and Grading

No backfilling or grading operations were being conducted at the time of this inspection. Minimal backfilling and/or grading will occur while the site is active.

E. Excess Spoil Disposal N/A

F. Coal Mine Waste

The refuse (reject) pile on site also contains fines from sediment pond cleanout activities (Figure 2).

G. Blasting N/A

H. Subsidence Control

N/A

Roads

All roads were in good condition and marginally clear of snow and ice. Road ditches appeared to be functioning properly, but need continued monitoring to prevent snow or ice buildup through the winter months (Figure 3).

J. Signs and Markers

The DOGM and MSHA permit numbers were posted at the entrance of the site. The sign also contained all the necessary permittee information.

K. Distance Prohibitions

A previously issued Division Order requires the mine to monitor and submit data on the implemented coal fines monitoring program. This program is used to collect data related to the accumulation of aerially transported coal fines within the permit area (Figure 4). This data should enable DOGM and the operator to implement best management practices on frequency on method of cleanup. Coal fine accumulations of up to 6 inches were observed in some areas, mostly around the installed straw waddles and hay bales.

L. Revegetation

A reference area for vegetation is located southeast of disturbance boundary; it was noted that coal fines are present in this area. DOGM needs to evaluate if anything



Figure 2 – Refuse pile with rock pickings and sediment pond cleanings

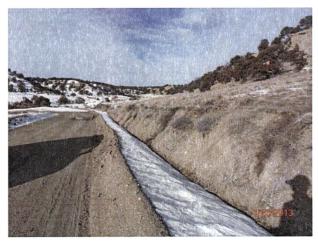


Figure 3 - Road ditch adjacent to main access road



Figure 4 – Location of the coal fines monitoring points

needs to be done to remove them.

No revegetation activities were being conducted on site since it is an active operation, other than maintaining established vegetative cover on the topsoil piles and pond embankments.

M. Postmining Land Use

Suitability to the post-mining land use was not evaluated as part of this partial oversight inspection since there the site was not being evaluated for bond release.

N. Other

Numerous frack tanks containing oil are located with the permit boundary even though the storage of these tanks is not in the approved permit (Figure 5). The operator stated that they belong to and are being maintained by the rail road. The operator and DOGM need to either have these tanks removed, or implement a permit revision allowing the storage of these tanks within the permitted area.

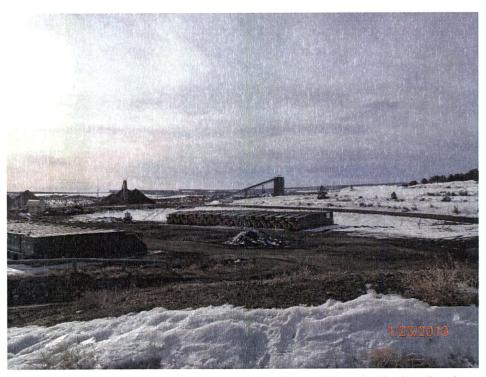


Figure 5 - Frack tanks containing oil, being stored with in the permit boundary by the rail road

I&E Inspection Photos

Permit: UT-007-033

Inspection Date: 1/23/2013

Permittee: INTERMOUNTAIN POWER AGENCY





Notes:

Sediment pond F

Photo ID: 10103

Photographer: SM\CHULSMAN

Date Taken: 1/23/2013

State: UT

County: CARBON

Latitude: 39.63451944

Longitude: -

110.91686667

Subject: Mine Name:

WILDCAT LOADOUT

WILDCAT LOADOUT COMPLETE



Notes:

Topsoil pile B (right) and Subsoil pile E (left)

Photo ID: 10104

Photographer: SM\CHULSMAN

Date Taken: 1/23/2013

State: UT

County: CARBON

Latitude: 39.63479083

Longitude:

110.91704944

Subject:

WILDCAT LOADOUT COMPLETE

Mine Name:

WILDCAT LOADOUT